



FEDERAL ELECTION COMMISSION

WASHINGTON, D.C. 20463

RQ-3

October 26, 2000

Joan E. Langsam, Treasurer
Capuano for Congress Committee
660 Broadway, Suite 23
Somerville, MA 02144

Identification Number: C00336388

Reference: July Quarterly Report (4/01/00-6/30/00)

Dear Ms. Langsam:

On October 3, 2000, you were notified that a review of the above-referenced report(s) raised questions as to specific contributions and/or expenditures, and the reporting of certain information required by the Federal Election Campaign Act.

Your October 11, 2000 response is incomplete because you have not provided all the requested information. For this response to be considered adequate, the following information is still required.

-Your response states that the loan in question is "from personal funds of the candidate." However, in previous correspondences with the Commission you have explained that the funds were obtained from a credit line on a home equity account. Please be advised that "personal funds" is strictly defined by Commission Regulations. See 11 CFR §110.10. It is unclear that the loan from the home equity account qualifies as personal funds. You should continue to report the loan as a line of credit.

After the initial terms of the credit line are disclosed (guarantors or endorsers, if any; bank; interest rate) the credit line should be reported on Schedules A and C as it is used. Each time the credit line is activated, the amount used should be reported on Line 13 of the Detailed Summary Page and itemized on Schedule A as a loan from a bank. A new Schedule C should be provided disclosing the date incurred, date due, interest rate, original amount of the loan, cumulative payment and outstanding balance. Payments made on a credit line should be reported on Line 19 of the Detailed Summary Page and itemized on a supporting Schedule B as a loan payment.